

Director Logistics

On 18 December 1982, representatives of CIA [redacted]  
[redacted]  
[redacted] retired Corps of Engineers), successfully negotiated  
a contract with James Livingston of SH&G (Smith, Hinchman  
and Grylls Associated, Inc.) for Architect and Engineering  
Services, for new Headquarters Building.

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- Increment 1, Schematic Design
- Increment 2, Preliminary Design
- Increment 3, Construction Drawings
- Increment 4, Office Layout
- Increment 5, Construction Administration

On 26 August 1982, SH&G, proposed the following: increments  
1-4 for \$16,982,043; increment 5 for \$6,370,803.

On 11 October 1982, SH&G proposed after meetings and discussions,  
the following: increments 1-4 for \$16,982,043;  
increment 5 for \$6,370,803.

On 11 October 1982, SH&G proposed, after meetings and  
discussions, the following: increments 1-4 for \$9,194,857;  
increment 5 for \$3,682,449.

As a result of this negotiation increments 1-4 for  
\$7,100,000 or 4.38% of the estimated construction cost.  
Statutory limit is 6%. Under GSA procedures increment 4 is  
excluded and percentage would be only 4.07% rather than  
4.38%. Increment 5 for \$2,900,000.

A provision was included in the contract stating the  
Contractor has sufficient funds in the amount of \$2,350,000  
to do all the work necessary through 30 September 1983.  
Contractor further agreed to accelerate work if additional  
funds become available.

It is requested that authorization be given for David  
Haven to notify contractor to initiate work as a result of  
this agreement.

Attached is a copy of the contract, statement of work  
and general provisions.

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23 December 1982 - Director of Logistics  
approved negotiations and  
[redacted] called Mr Livingston to [redacted]

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